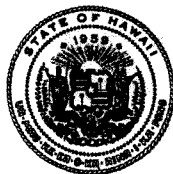


LINDA LINGLE
GOVERNOR



STATE OF HAWAII
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND

P.O. BOX 150
HONOLULU, HAWAII 96810-0150
Oahu (808) 586-7390
Toll Free 1(800) 295-0089
www.eutf.hawaii.gov

EMPLOYER TRUSTEES
AUDREY HIDANO, VICE CHAIR
BOB AWANA
KATHRYN S. MATAYOSHI
NEAL MIYAHARA
DAVIS K. YOGI

EMPLOYEE-BENEFICIARY TRUSTEES
JOAN LEWIS, SECRETARY-TREASURER
GERALD K. MACHIDA
WILLARD P. MIYAKE
DAYTON NAKANELUA
JOHN RADCLIFFE

ADMINISTRATOR
H. MARK FUKUHARA

April 21, 2003

VIA FACSIMILE: 545-7696

Mr. Donald R. Dawson
Administrator
DirectCare
900 Fort Street Mall, Suite 1280
Honolulu, HI 96813

Dear Mr. Dawson:

Thank you for your letter dated April 10, 2003 describing the DirectCare Medical Plan and Hawaii Legal Plan. Our fully insured plans as described in RFP No. 03-001 have been awarded and benefits will begin July 1, 2003 for two years with 2 one-year options.

The Employer-Union Health Benefits Trust Fund (EUTF) chose not to offer discount plans at this time. It is anticipated that the Board will look at discount plans, voluntary plans, and other benefits in the future.

I have added your name to our distribution list so you will receive information regarding our Board meetings. This will allow you to easily monitor the Board's progress in discussing topics of interest to you and your firm. In addition, you can visit our website periodically for more information at www.eutf.hawaii.gov.

Thank you for your letter and interest in providing benefits for public employees. If you have any questions, please call me at 587-5431.

Sincerely,

H. Mark Fukuhara
Administrator